

FISCAL MEMORANDUM

HB 3110 – SB 3746

April 29, 2008

SUMMARY OF AMENDMENTS (011696, 017085): Requires all prescriptions written, printed and/or filled to be issued on tamper-resistant prescription paper which meets the current Centers for Medicare and Medicaid Services Guidance to State Medicaid Directors and TennCare requirements for tamper resistant prescription paper. Establishes exemptions for prescriptions written for inpatients of hospitals, mental health hospitals, nursing homes, or assisted care living facilities and outpatients whose prescription is written into the hospital medical record. Does not apply to veterinary prescriptions or prescriptions written for incarcerated individuals.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue - \$2,390,900
Increase State Expenditures - \$679,100/One-Time
 \$3,745,800/Recurring
 \$41,300/Incarceration*

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Increase State Expenditures – Not Significant

Assumptions applied to amendments:

- The Board of Pharmacy and the Board of Medical Examiners could incur a not significant increase in expenditures due to additional disciplinary actions taken against pharmacists and prescribers.
- The Board of Pharmacy will incur a not significant increase in expenditures to maintain a list of noncompliant manufacturers and make the list available to prescribers and pharmacists.
- Pursuant to Tenn. Code Ann. §§ 4-3-1011 and 63-1-137, all health-related boards are required to be self-supporting over a two-year period.
- As of June 30, 2007, the Board of Pharmacy has been operating under a cumulative budget surplus of \$1,876,500.
- As of June 30, 2007, the Board of Medical Examiners has been operating under a cumulative budget surplus of \$1,044,100.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a larger, more prominent script than the last name "White".

James W. White, Executive Director

/kml